

Message Text

CONFIDENTIAL

PAGE 01 BUDAPE 02721 261336Z

42

ACTION EA-14

INFO OCT-01 EUR-25 NEA-14 ISO-00 IO-14 OMB-01 TRSE-00

CIAE-00 DODE-00 PM-07 H-03 INR-11 L-03 NSAE-00 NSC-07

PA-04 RSC-01 PRS-01 SP-03 SS-20 USIA-15 DPW-01 AID-20

ABF-01 EB-11 DRC-01 /178 W
----- 025112

P 261131Z SEP 74

FM AMEMBASSY BUDAPEST

TO SECSTATE WASHDC PRIORITY 2046

INFO AMEMBASSY JAKARTA PRIORITY

AMEMBASSY SAIGON PRIORITY

AMEMBASSY TEHRAN PRIORITY

AMEMBASSY WARSAW PRIORITY

C O N F I D E N T I A L BUDAPEST 2721

E.O. 11652: GDS

TAGS: MARR, VS, AFIN

SUBJ: ICCS FINANCIAL CRISIS

REF: (A) STATE 210377, (B) BUDAPEST 2670

1. SINCE UNDER SEC MARJAI NOW ACTING FONMIN, WE DISCUSSED SEPT. 25 SUBSTANCE OF PARA 2 REFTTEL A WITH MFA SECTION HEAD (DEPUTYI JSH SEC) ANDRAS FORGACS. HE WAS INFORMED OF U.S. EMERGENCY CONTRIBUTION AND OUR POSITION THAT THIS OBIATED NEED FOR WITHDRAWAL FROM TEAM SITES. FORGACS INFORMED QUITE FORCEFULLY THAT USG WOULD VIEW AS MOST SERIOUS ANY GOH ATTEMPT TO USE FINANCIAL CRISIS AS REASON TO MAKE ADDITIONAL TEAMSITE WITHDRAWALS.

2. FORGACS ASSURED US THAT HUNGDEL HAD NOT YET PULLED BACK ANY TEAMS AS CONSEQUENCE OF LATEST FINANCIAL CRISIS "IN SPITE OF SEVERE HARDSHIP SUFFERED AS RESULT OF CONTRACTORS ACTION". HE SAID USG ACTION IS WELCOME AS SHORT TERM SOLUTION, IMPLIED THAT HUNGDEL TEAMS WILL
CONFIDENTIAL

CONFIDENTIAL

PAGE 02 BUDAPE 02721 261336Z

STAY ON SITES THEY NOW OCCUPY, BUT ADDED THAT ICCS WILL

AGAIN FACE CRISIS SITUATION IN FEW MONTHS. REITERATED MARJAI'S POSITION (REFTEL B) THAT PRIME RESPONSIBILITY FOR SOLUTION OF FINANCIAL CRISIS RESTS WITH SIGNERS OF PARIS AGREEMENT AND NOT ICCS DELEGATIONS.

3. WE TOLD FORGACS THAT PROBLEMS INCREASED BY FAILURE OF HUNGARIAN ICCS DELEGATION TO CARRY OUT ITS RESPONSIBILITIES AS SPELLED OUT IN AGREEMENT AND THAT FINANCIAL CRISIS RESULT OF POLICIES OF COMMUNIST SIGNATORIES. WE URGED GOH TO USE ITS "INFLUENCE" MORE IMPRESSIVELY TO INDUCE PRG AND DRV TO AT LEAST MEET THEIR FINANCIAL OBLIGATIONS. FORGACS SHRUGGED AND REPEATED THAT SOLUTION CAN ONLY BE FOUND THROUGH COOPERATION OF SIGNATORIES. ACTIONS OF ICCS DELS, HE SAID, ARE OF SECONDARY IMPORTANCE. MUDD

CONFIDENTIAL

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: FINANCIAL CRISIS, FINANCIAL CONTRIBUTIONS, TRUCE OBSERVERS, DEBT REPAYMENTS
Control Number: n/a
Copy: SINGLE
Draft Date: 26 SEP 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: izenbei0
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974BUDAPE02721
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: GS
Errors: N/A
Film Number: D740271-0766
From: BUDAPEST
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1974/newtext/t19740913/aaaaakgk.tel
Line Count: 76
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION EA
Original Classification: CONFIDENTIAL
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators:
Previous Classification: CONFIDENTIAL
Previous Handling Restrictions: n/a
Reference: (A) STATE 210377, (B) BUDAPEST 2670
Review Action: RELEASED, APPROVED
Review Authority: izenbei0
Review Comment: n/a
Review Content Flags:
Review Date: 02 MAY 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <02 MAY 2002 by ifshinsr>; APPROVED <12 MAR 2003 by izenbei0>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: ICCS FINANCIAL CRISIS
TAGS: MARR, AFIN, VS, ICCS
To: STATE
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005